

CITY OF EL PASO, TEXAS
DEPARTMENT HEAD'S SUMMARY REQUEST FOR COUNCIL ACTION (RCA)

DEPARTMENT: Airport

AGENDA DATE: INTRODUCTION-November 16, 2004/PUBLIC HEARING-November 30, 2004

CONTACT PERSON/PHONE: Patrick T. Abeln, A.A.E.-780-4736

DISTRICT(S) AFFECTED: 3

SUBJECT:

APPROVE an Ordinance Amending Title 14 (Aircraft and Airports), Chapter 14.24 (Commercial Air Carriers Rates and Charges) of the El Paso Municipal Code by amending Appendix A to set forth new cost recovery rates for Fiscal Year 2005. The penalty as provided in Chapter 1.08 of the El Paso Municipal Code.

BACKGROUND / DISCUSSION:

Rates and charges for the use of the El Paso International Airport are adjusted annually to reflect projected cost recovery amounts for the terminal building and landing area. These rates and charges reflect estimates based on the fiscal year budget for the Department of Aviation. The Ordinance amendment calls for two rates for landing fees: a signatory rate for airlines with a lease agreement with the Airport, and a non-signatory rate for airlines that are not signatory parties to an airport lease agreement. Because of the current financial condition of the nation's airlines, we have worked to reduce expenditures and cut costs and have reduced our landing fees from the \$1.44 shown in the Budget presentation to \$1.39 for signatory airlines. We will attach a graph showing regional comparisons and actual cost for operating an aircraft (737-300) at EPIA.

The appropriate cost recovery amounts for passenger carriers have been calculated for FY 2005 and Appendix "A" of the ordinance should be amended to reflect these amounts. These rates are as follows: \$1.39 per 1,000 pounds of landed weight for signatory airlines and \$1.74 per 1,000 pounds of landed weight for non-signatory airlines. (See attachment)

PRIOR COUNCIL ACTION:

Has the Council previously considered this item or a closely related one? If so, when?

An Ordinance amending Title 14, Chapter 14.24, Appendix A is considered and approved each fiscal year since 1996 to adjust rates for previous fiscal years.

AMOUNT AND SOURCE OF FUNDING:

How will this item be funded? Has the item been budgeted? If so, identify funding source by account numbers and description of account. Does it require a budget transfer?

This is a budgeted revenue source.

BOARD / COMMISSION ACTION: N/A

*****REQUIRED AUTHORIZATION*****

LEGAL: (if required) _____ **FINANCE:** (if required) _____

Sylvia Borunda Firth, Asst. City Attorney

OTHER: Patrick T. Abeln, A. A. E., Director of Aviation _____

(Example: if RCA is initiated by Purchasing, client department should sign also)

Information copy to appropriate Deputy City Manager

APPROVED FOR AGENDA:

CITY MANAGER: _____

DATE: _____

**AN ORDINANCE AMENDING TITLE 14 (AIRCRAFT AND AIRPORTS),
CHAPTER 14.24 (COMMERCIAL AIR CARRIERS RATES AND CHARGES)
OF THE EL PASO MUNICIPAL CODE BY AMENDING APPENDIX A
TO SET FORTH NEW COST RECOVERY RATES FOR
FISCAL YEAR 2005. THE PENALTY AS PROVIDED IN
CHAPTER 1.08 OF THE EL PASO MUNICIPAL CODE.**

WHEREAS, effective November 1, 1995, Chapter 14.24 of the El Paso Municipal Code established rates and charges for the use of the El Paso International Airport; and

WHEREAS, those rates and charges are based upon Cost Recovery Rates adjusted on an annual basis; and

WHEREAS, Appendix A of Chapter 14.24 has been amended by Ordinance No. 12989, dated November 5, 1996; Ordinance No. 13752, dated August 4, 1998; Ordinance No. 14601, dated August 29, 2000; Ordinance 15007, dated January 3, 2002; Ordinance 15416, dated April 15, 2003; and Ordinance 15730, dated April 6, 2004, respectively, to adjust rates for previous fiscal years; and

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF EL PASO:

1. That Appendix A of Chapter 14.24 of the El Paso Municipal Code is revised to read as follows:

Appendix A

COST RECOVERY RATES FOR FISCAL YEAR 2005

(September 1, 2004 through August 31, 2005)

Chapter 14.24 of the El Paso Municipal Code

Landing fee rate (per 1,000 pounds of weight).....	\$1.74
Landing fee rate for Signatory Air Cargo Carriers (per 1,000 pounds of weight).....	\$1.39
Terminal rental rate (per square foot per year).....	\$31.20
Electricity surcharge (per square foot per year).....	\$3.18
Telecommunications charges per year.....	not applicable
Apron use fee (per year-preferentially assigned gates).....	\$12,000.00

Apron use fee (per use - arrival or departure).....\$6.40
City-owned loading bridge charge (per turn around).....\$125.00
Security screening fee (per enplaned passenger).....\$0.15
International arrivals area charge (per deplaning international passenger)...\$2.00

2. Except as herein amended, Title 14 (Aircraft and Airports), Chapter 14.24 (Airline Rates and Charges) of the El Paso Municipal Code, shall remain in full force and effect.

ADOPTED this 30th of November 2004.

CITY OF EL PASO

Joe Wardy
Mayor

ATTEST:

Richarda Duffy Momsen
City Clerk

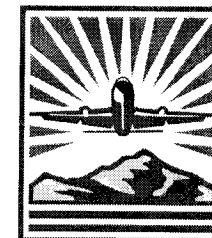
APPROVED AS TO FORM:

Sylvia Borunda Firth
Assistant City Attorney

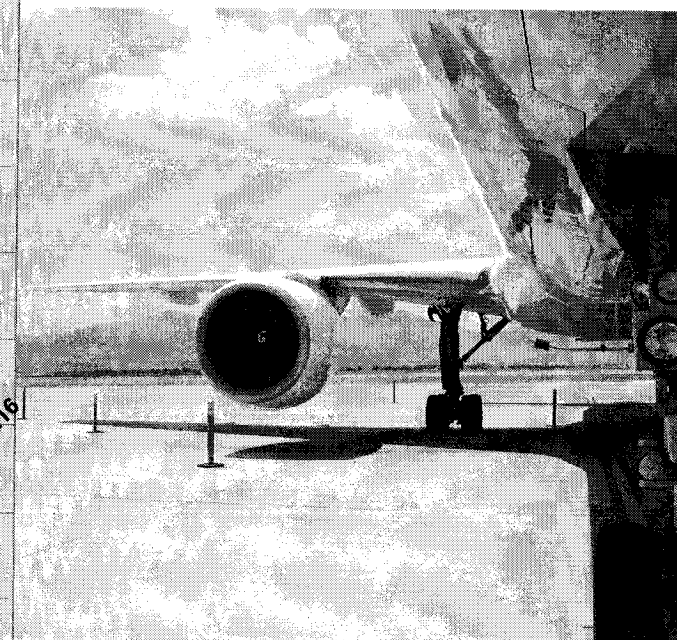
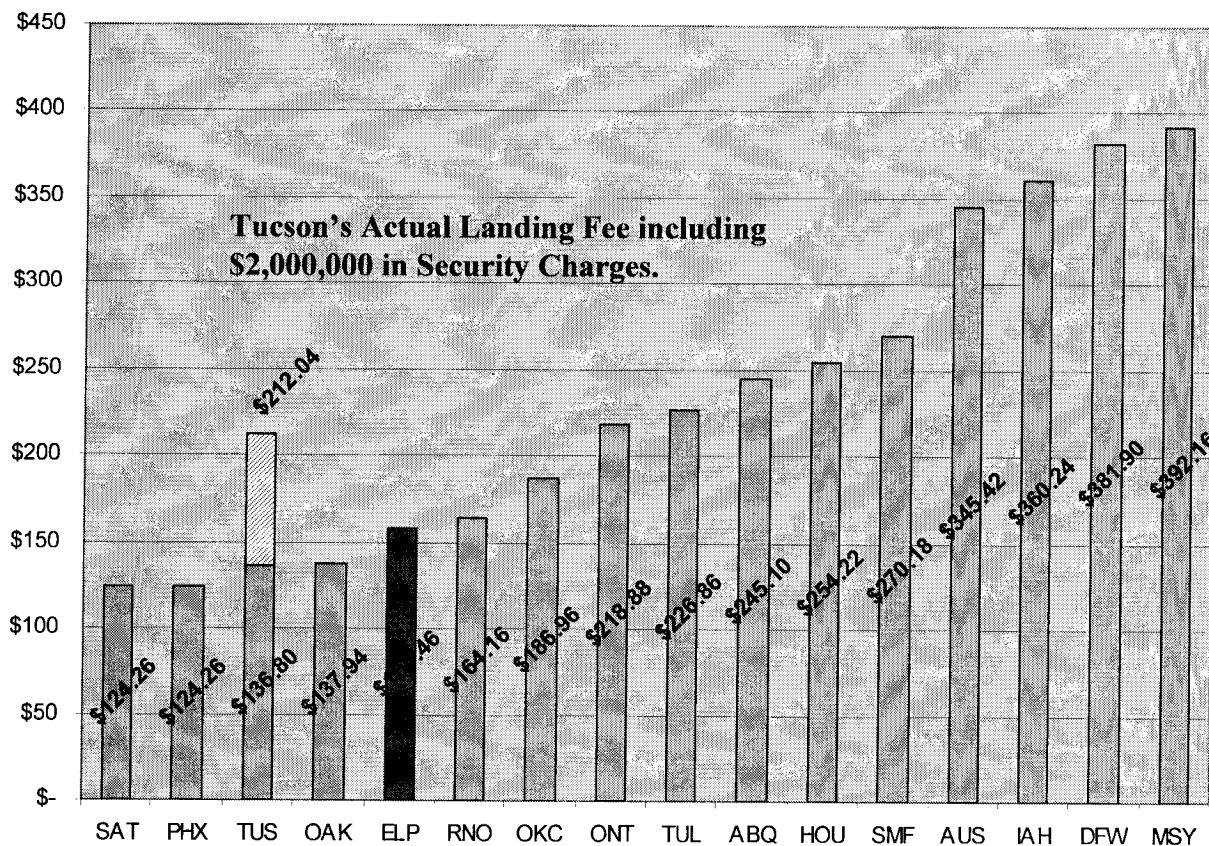
APPROVED AS TO CONTENT:

Patrick T. Abeln, A.A.E.
Director of Aviation

El Paso International Airport



Landing Fee Costs for a 737-300 Aircraft



Note: Landing Fees shown are El Paso 2004/2005 compared to 2003/2004 for other airports shown.

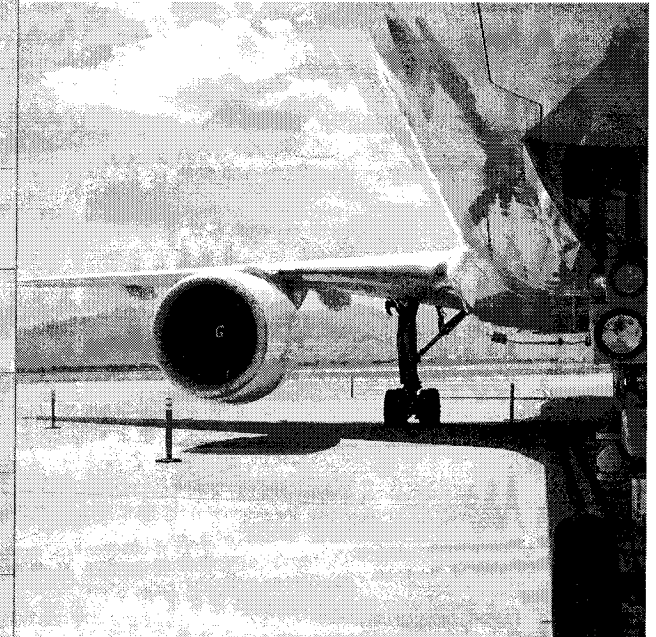
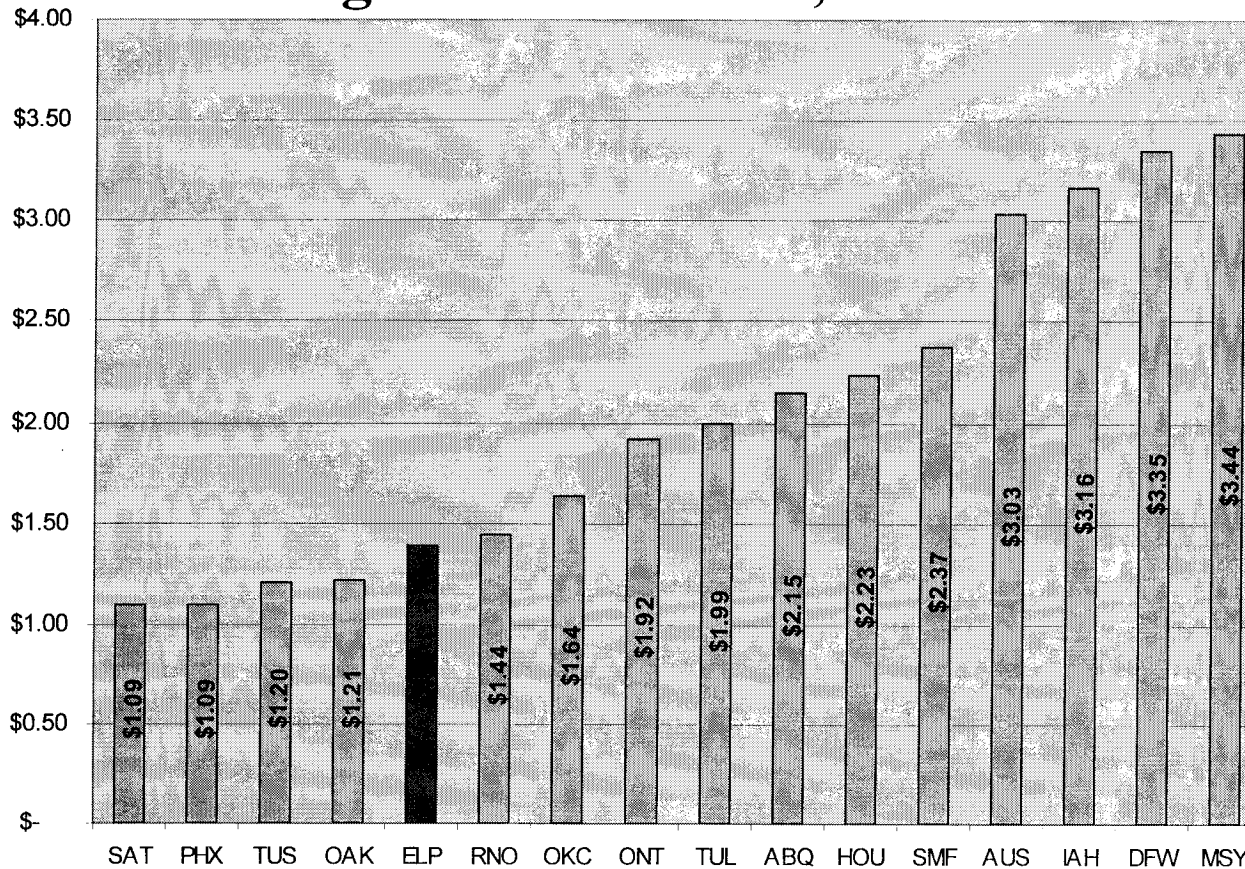
Mean	\$232.99
Median	\$222.87
Range	\$267.90
St. Dev	94.12827

The Maximum Gross Landed Weight for a Boeing 737-300 Aircraft is 114,000 pounds.

SAT San Antonio International ELP El Paso International Airport SMF Sacramento International Airport PHX Phoenix Sky Harbor OAK Oakland International
 TUS Tucson International Airport RNO Reno International Airport OKC Will Rogers World Airport (Oklahoma City) IAH George Bush Intercontinental Airport
 ABQ Albuquerque International Sunport TUL Tulsa International Airport HOU Houston Hobby DFW Dallas Fort Worth Airport AUS Austin-Bergstrom
 ONT Ontario International Airport MSY New Orleans International Airport

El Paso International Airport

Landing Fee Costs Per 1,000 lb Unit



Note: Landing Fees shown are El Paso 2004/2005 compared to 2003/2004 for other airports shown.

Mean	\$2.04
Median	\$1.96
Range	\$2.35
St. Dev	0.825687

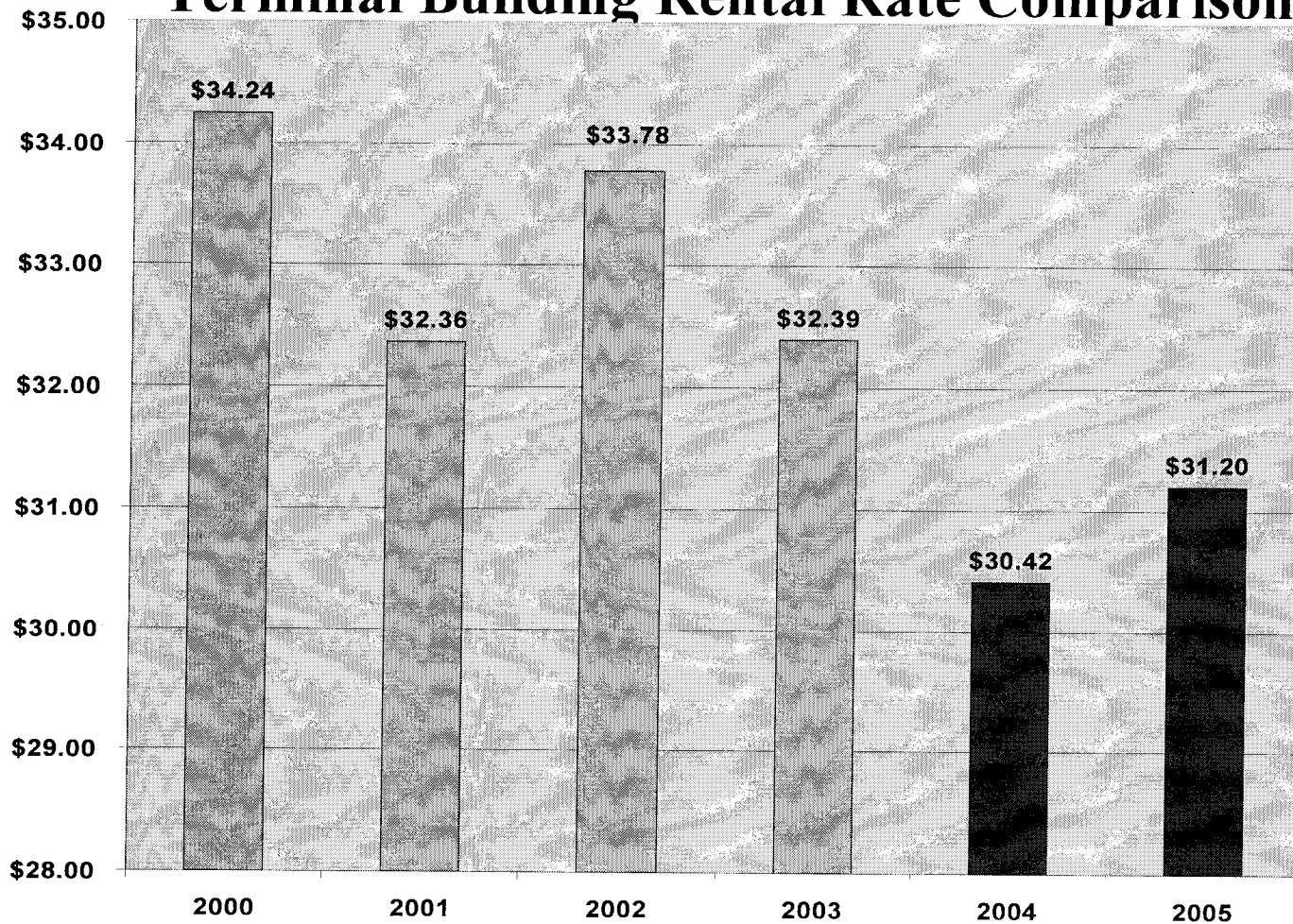
The Maximum Gross Landed Weight for a Boeing 737-300 Aircraft is 114,000 pounds.

SAT San Antonio International **ELP** El Paso International Airport **SMF** Sacramento International Airport **PHX** Phoenix Sky Harbor **OAK** Oakland International
TUS Tucson International Airport **RNO** Reno International Airport **OKC** Will Rogers World Airport (Oklahoma City) **IAH** George Bush Intercontinental Airport
ABQ Albuquerque International Sunport **TUL** Tulsa International Airport **HOU** Houston Hobby **DFW** Dallas Fort Worth Airport **AUS** Austin-Bergstrom
ONT Ontario International Airport **MSY** New Orleans International Airport

El Paso International Airport



Terminal Building Rental Rate Comparison



■ Actual Rental Rates ■ Budgeted Rental Rates

